HOW INDICATORS WORK

PART I

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Stay with us...
Q & A at the end

What are indicators

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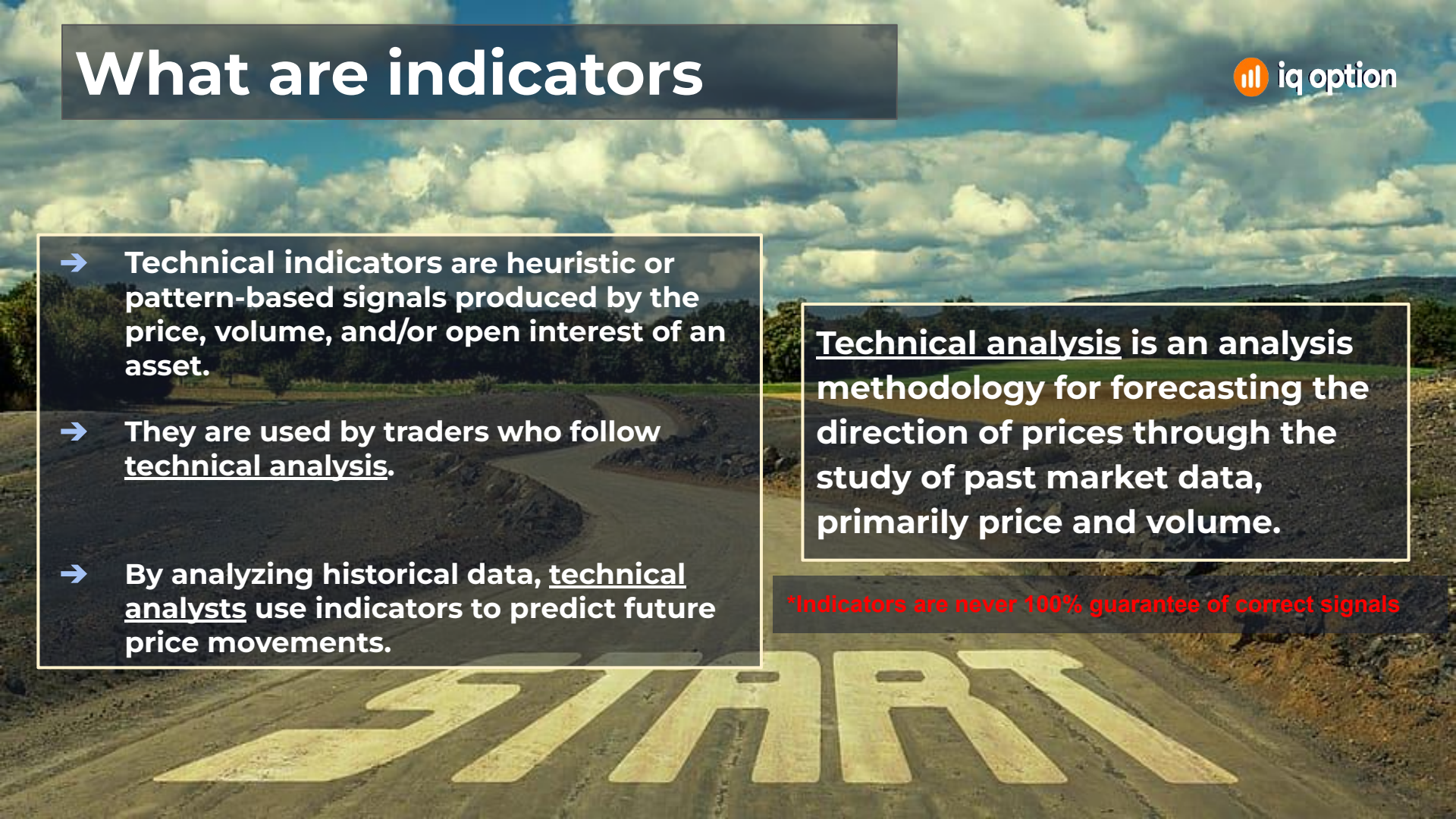
- Technical indicators are heuristic or pattern-based signals produced by the price, volume, and/or open interest of an asset.
- They are used by traders who follow technical analysis.
- By analyzing historical data, technical analysts use indicators to predict future price movements.

Technical analysis is an analysis methodology for forecasting the direction of prices through the study of past market data, primarily price and volume.

*Indicators are never 100% guarantee of correct signals



Types of technical indicators

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- **Leading**

Attempt to predict where the price is headed.

- **Lagging**

Offer a historical report of background conditions that resulted in the current price being where it is.

- Trend indicators
- Momentum indicators
- Volatility Indicators
- Volume Indicators

Types of technical indicators

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- **Trend indicators**

Measure the direction and strength of a trend by comparing prices to an established baseline.

- **Momentum indicators**

May identify the speed of price movement by comparing the current closing price to previous closes.

- **Volatility Indicators**

Measures the rate of price movement, regardless of direction

- **Volume Indicators**

Measures the strength of a trend based on volume of shares traded.

How to choose an indicator

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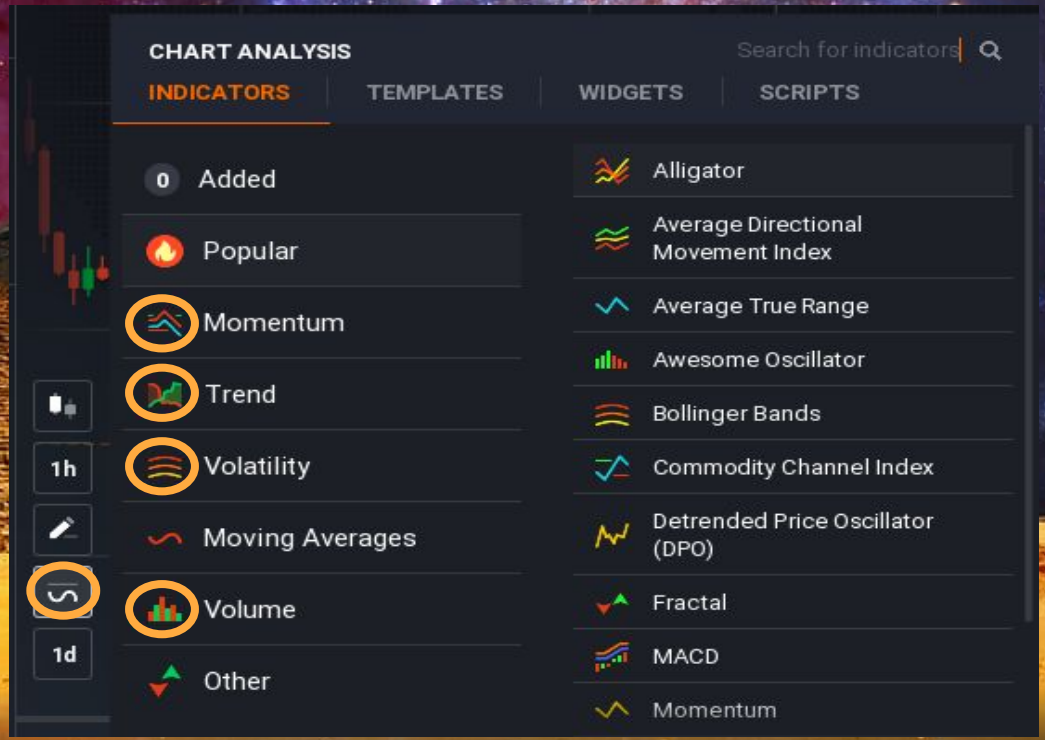
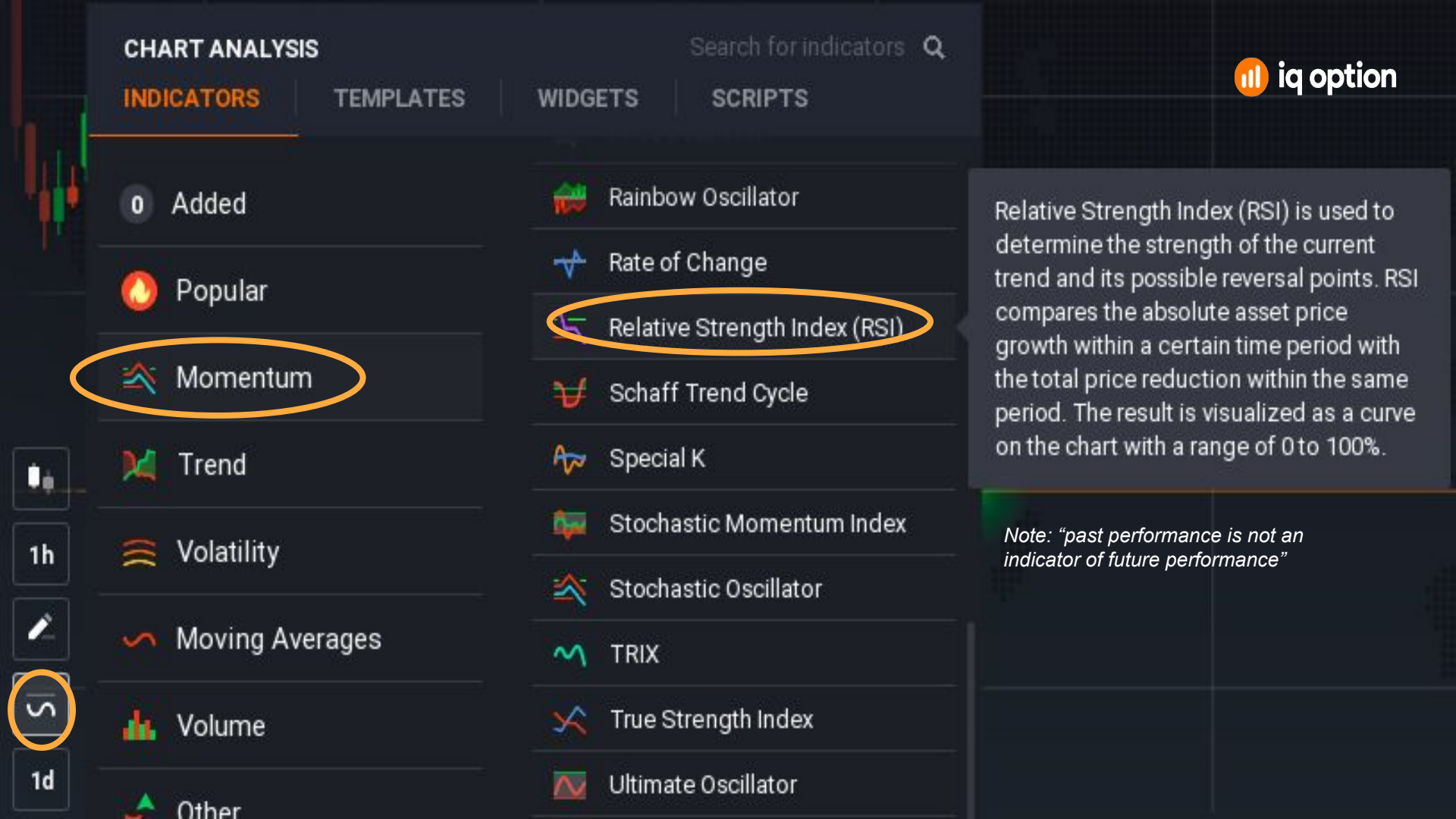
1. First you may consider focusing the effects into the four categories of market research: trend, momentum, volatility and volume.

2. Once added effective indicators for each category, now you may begin the process of tweaking inputs to match the trading styles, risk tolerance, type of trading and duration.

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INDICATORS
TEMPLATES
WIDGETS
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Popular
Momentum
Trend
Volatility
Moving Averages
Volume
Other
Rainbow Oscillator
Rate of Change
Relative Strength Index (RSI)
Schaff Trend Cycle
Special K
Stochastic Momentum Index
Stochastic Oscillator
TRIX
True Strength Index
Ultimate Oscillator
1h
1d
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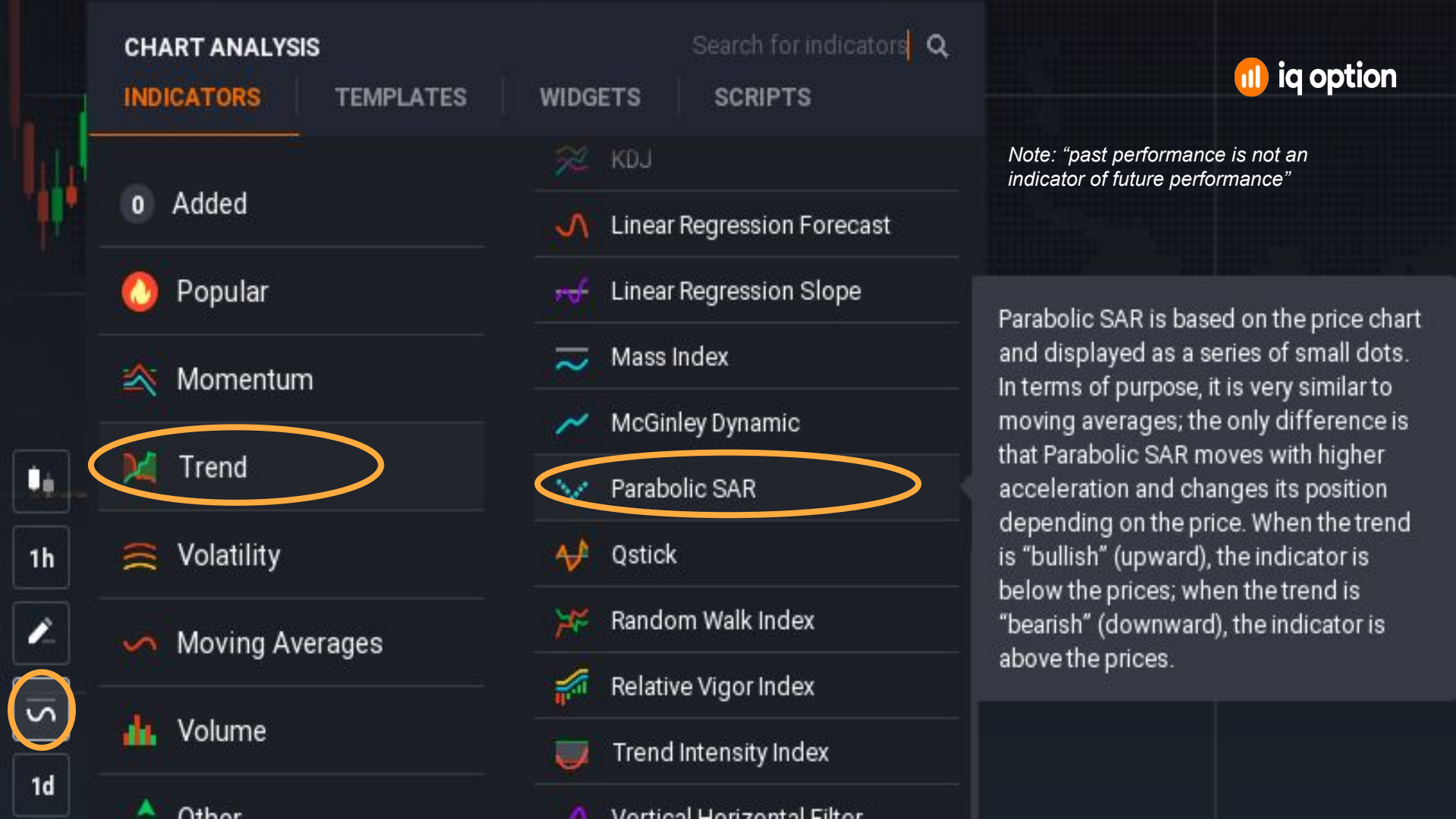
Relative Strength Index (RSI) is used to determine the strength of the current trend and its possible reversal points. RSI compares the absolute asset price growth within a certain time period with the total price reduction within the same period. The result is visualized as a curve on the chart with a range of 0 to 100%.
Note: “past performance is not an indicator of future performance”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Volatility
Moving Averages
Volume
Other
KDJ
Linear Regression Forecast
Linear Regression Slope
Mass Index
McGinley Dynamic
Parabolic SAR
Qstick
Random Walk Index
Relative Vigor Index
Trend Intensity Index
Vertical Horizontal Filter
1h
1d
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Note: "past performance is not an indicator of future performance"
Parabolic SAR is based on the price chart and displayed as a series of small dots. In terms of purpose, it is very similar to moving averages; the only difference is that Parabolic SAR moves with higher acceleration and changes its position depending on the price. When the trend is "bullish" (upward), the indicator is below the prices; when the trend is "bearish" (downward), the indicator is above the prices.

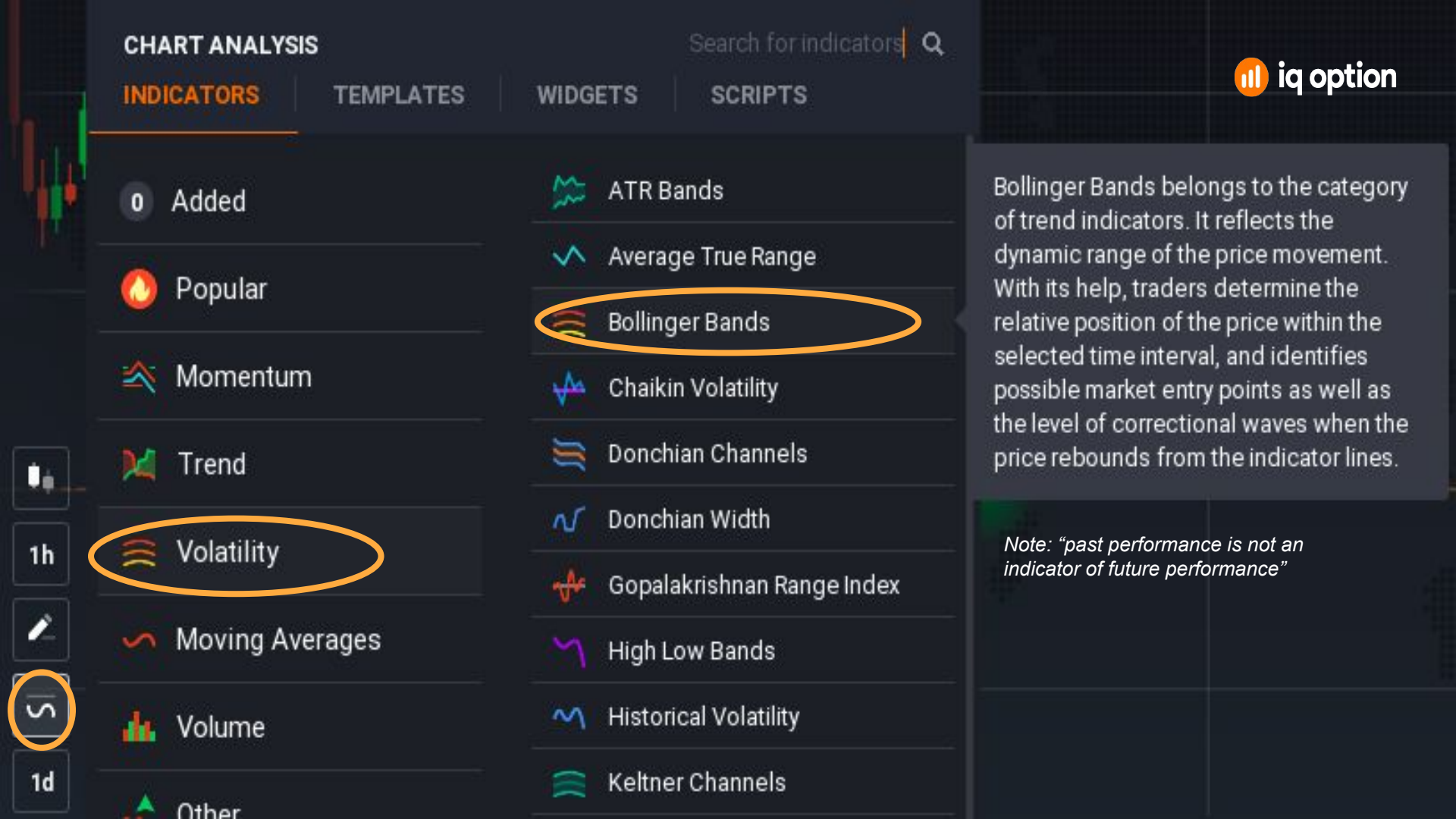
CHART ANALYSIS
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Average True Range
Bollinger Bands
Chaikin Volatility
Donchian Channels
Donchian Width
Gopalakrishnan Range Index
High Low Bands
Historical Volatility
Keltner Channels
1h
1d
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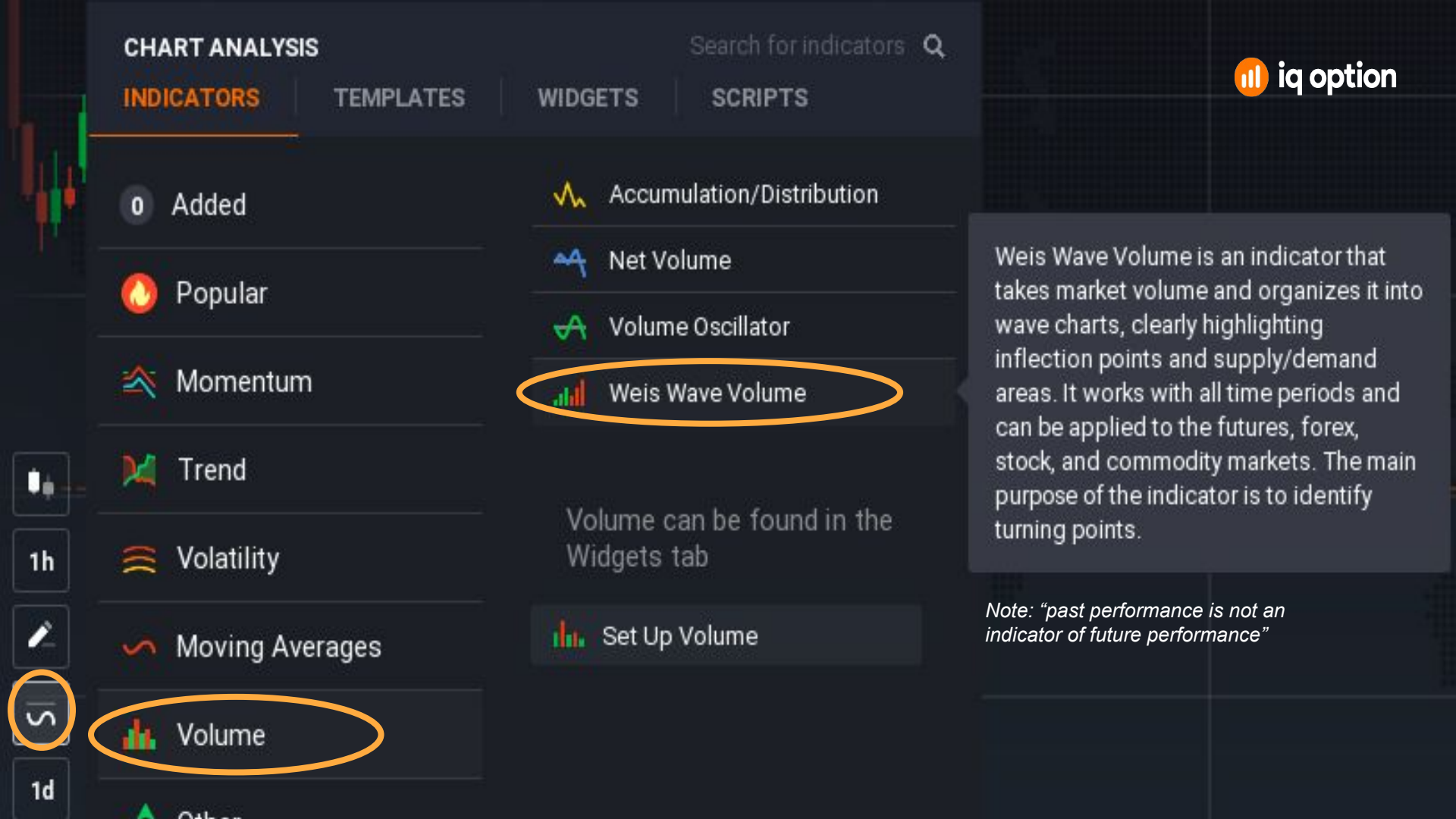
Bollinger Bands belongs to the category of trend indicators. It reflects the dynamic range of the price movement. With its help, traders determine the relative position of the price within the selected time interval, and identifies possible market entry points as well as the level of correctional waves when the price rebounds from the indicator lines.
Note: “past performance is not an indicator of future performance”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Popular
Momentum
Trend
Volatility
Moving Averages
Volume
Accumulation/Distribution
Net Volume
Volume Oscillator
Weis Wave Volume
Volume can be found in the Widgets tab
Set Up Volume
Weis Wave Volume is an indicator that takes market volume and organizes it into wave charts, clearly highlighting inflection points and supply/demand areas. It works with all time periods and can be applied to the futures, forex, stock, and commodity markets. The main purpose of the indicator is to identify turning points.
Note: “past performance is not an indicator of future performance”
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1h
1d

AUD/USD
Binary
How it will look
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Parabolic will show the momentum
B.B will show us the volatility
0.715
0.714737
The RSI will show us if the asset is overbought or oversold
PURCHASE TIME
4d
Note: "past performance is not an indicator of future performance"
RSI (14)
100
70
50
30
30s
WWV (ATR,2,Close,Auto,false,false)
WWV will show us the volume being traded
2000
1000
30m
14:45:00
15:00:00
15:15:00

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USD/JPY
Crude Oil WTI
Apple Inc.
GBP/JPY
$10,000.00
Deposit
BUY
114.77
SELL
114.69
18 Nov
19 Nov
22 Nov
23 Nov
24 Nov

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THANK YOU FOR WATCHING

Q & A